

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.

FINANCIAL STATEMENTS

JANUARY 31, 2014 AND 2013

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

TABLE OF CONTENTS

	PAGE(S)
Independent Auditors' Report.....	1-2
 FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows.....	5
Notes to the Financial Statements.....	6-20
 SUPPLEMENTAL SCHEDULES	
Schedules of Functional Expenses.....	21-22
Schedules of State Earnings	23-24
Schedule of Substance Abuse & Mental Health Services Audited Cost Center Operating and Capital Budget.....	25-28



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
of Jessie Trice Community Health Center, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Jessie Trice Community Health Center, Inc. (the "Center") (a nonprofit organization), which comprise the statements of financial position as of January 31, 2014 and 2013, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

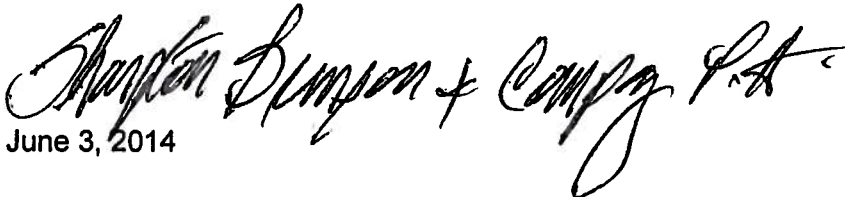
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jessie Trice Community Health Center, Inc. as of January 31, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of functional expenses, state earnings and substance abuse & mental health services audited cost center operating and capital budget on pages 21 through 28 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2014, on our consideration of the Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Center's internal control over financial reporting and compliance.


June 3, 2014

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
STATEMENTS OF FINANCIAL POSITION
JANUARY 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Current Assets:		
Cash	\$ 530,862	\$ 918,058
Cash – restricted	4,541,645	1,462,775
Patient services receivable, net	621,352	1,201,116
Other grants and contracts receivable	983,634	637,395
Mortgage receivable	13,344	13,344
Prepaid expenses and other current assets	476,623	234,996
Government securities - designated reserve	<u>708,283</u>	<u>699,977</u>
Total current assets	<u>7,875,743</u>	<u>5,167,661</u>
Property and equipment, net	9,787,426	10,198,134
Construction-in-progress	26,946	13,753
Investments	380,030	180,030
Security deposits	<u>29,516</u>	<u>14,516</u>
Total Assets	<u>\$ 18,099,661</u>	<u>\$ 15,574,094</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable and accrued expenses	\$ 569,449	\$ 483,637
Compensated absences	1,233,024	1,114,387
Refundable advances	3,282,933	29,606
Mortgage payable, current	<u>158,442</u>	<u>159,294</u>
Total current liabilities	<u>5,243,848</u>	<u>1,786,924</u>
Mortgage payable, less current maturities	<u>2,670,209</u>	<u>2,828,651</u>
Total liabilities	<u>7,914,057</u>	<u>4,615,575</u>
Net Assets:		
Unrestricted	9,477,321	10,258,542
Temporarily restricted	<u>708,283</u>	<u>699,977</u>
Total net assets	<u>10,185,604</u>	<u>10,958,519</u>
Total Liabilities and Net Assets	<u>\$ 18,099,661</u>	<u>\$ 15,574,094</u>

The accompanying notes are an integral part of these financial statements.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JANUARY 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
OPERATING REVENUE		
DHHS grants	\$ 8,582,899	\$ 8,271,919
Patient services revenue	7,499,710	8,176,125
Other grants and contracts	4,187,757	4,329,163
Interest income	11,626	27,553
In-kind services & supplies	-	94,406
Other	<u>426,909</u>	<u>683,845</u>
Total Operating Revenue	<u>20,708,901</u>	<u>21,583,011</u>
OPERATING EXPENSES		
Program services:		
Medical services	12,662,153	12,169,473
Dental services	1,421,397	1,358,316
Health resources, administrative and HIV services	1,089,948	1,101,794
Health and rehab services - substance abuse	1,449,072	1,456,212
Community promotion	377,257	389,093
Other	<u>218,707</u>	<u>191,570</u>
Total program services	<u>17,218,534</u>	<u>16,666,458</u>
Supporting services:		
General and administrative	<u>4,263,282</u>	<u>4,070,886</u>
Total supporting services	<u>4,263,282</u>	<u>4,070,886</u>
Total Operating Expenses	<u>21,481,816</u>	<u>20,737,344</u>
Increase in net assets	(772,915)	845,667
Net assets, beginning of year	<u>10,958,519</u>	<u>10,112,852</u>
Net assets, end of year	<u>\$ 10,185,604</u>	<u>\$ 10,958,519</u>

The accompanying notes are an integral part of these financial statements.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JANUARY 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
Cash flows from operating activities:		
Increase in net assets	\$ (772,915)	\$ 845,667
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation and amortization	711,992	689,580
Provision for bad debts	451,714	651,658
Gain on disposition of assets	-	120,020
Change in assets and liabilities:		
(Increase) decrease in:		
Patient services receivable	128,050	(1,081,584)
Other grants and contracts receivable	(346,239)	21,009
Prepaid expenses and other current assets	(241,627)	38,887
Security deposits	(15,000)	15,092
Increase (decrease) in:		
Accounts payable and accrued expenses	85,812	(207,387)
Accrued compensation	118,637	(41,983)
Refundable advances	<u>3,253,327</u>	<u>(332,888)</u>
Net cash provided by operating activities	<u>3,373,751</u>	<u>718,071</u>
Cash flows from investing activities:		
Purchases of property and equipment	(301,284)	(257,237)
Payment on construction-in-progress	(13,193)	-
Purchase of investment - HCC	<u>(200,000)</u>	<u>-</u>
Net cash used in investing activities	<u>(514,477)</u>	<u>(257,237)</u>
Cash flows from financing activities:		
Payment into government securities – designated	(8,306)	(22,141)
Repayments of line of credit payable	-	(1,000)
Repayments of mortgage payable	<u>(159,294)</u>	<u>(779,056)</u>
Net cash used in financing activities	<u>(167,600)</u>	<u>(802,197)</u>
Increase (decrease) in cash	2,691,674	(341,363)
Cash, beginning of year	<u>2,380,833</u>	<u>2,722,196</u>
Cash, end of year	<u>\$ 5,072,507</u>	<u>\$ 2,380,833</u>
Supplemental disclosure of cash flow information:		
Interest paid	<u>\$ 156,036</u>	<u>\$ 172,839</u>

The accompanying notes are an integral part of these financial statements.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 1 - Organization

Jessie Trice Community Health Center, Inc. (the "Center") operates healthcare centers located in metropolitan Miami-Dade County, Florida. The Center provides a broad range of health services to a largely medically underserved population.

The US Department of Health and Human Services (the "DHHS") provides substantial support to the Center. The Center is obligated under the terms of the DHHS grants to comply with specified conditions and program requirements set forth by the grantor.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting

The accounting and reporting policies of the Center conform with United States generally accepted accounting principles (GAAP) as codified in the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC).

Basis of presentation

The Center's financial statements are presented in accordance with Financial Accounting Standards Board in its Accounting Standards Codification (ASC) Topic 958, Not-for-Profit Entities. Under FASB ASC 958, the Center is required to report information regarding its financial position and activities according to three classes of net assets:

Unrestricted - Unrestricted net assets include all net assets, which are neither temporarily nor permanently restricted and are available for use by the Center.

Temporarily restricted - Temporarily restricted net assets include board designated reserve for which time and purpose restrictions have not been met and the ultimate purpose of the board designated reserve is not permanently restricted. Net assets released from restrictions represent net assets that became unrestricted because of expenses incurred during the year or the passage of time satisfied the original restriction. The Center has temporarily restricted assets of \$708,283 and \$699,977 at January 31, 2014 and 2013, respectively.

Permanently restricted - Permanently restricted net assets consist of contributions subject to donor-imposed stipulations that they be maintained permanently by the Center. The Center did not have any permanently restricted net assets at January 31, 2014 and 2013.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 2 - Summary of Significant Accounting Policies (cont'd)

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash

The Center maintains its cash in bank deposit accounts which, at times, may exceed the Federal Deposit Insurance Corporation (FDIC) coverage limit. Management believes the Center is not exposed to any significant credit risk related to cash. The Center has not experienced any losses in such accounts.

Restricted cash

The Center has a cash collateral account that serves to secure and service loan with TD Bank. While cash deposits are made into this account, it is considered essentially a zero balance account and no sums can be withdrawn.

Patient services receivable, net

Patient services receivable are reported at their outstanding unpaid principal balances reduced by an allowance for doubtful accounts the Center estimates doubtful accounts based on historical bad debts, factors related to specific patients' ability to pay and current economic trends. The Center writes off accounts receivable against the allowance when a balance is determined to be uncollectible.

Property and equipment

Property and equipment is recorded at cost with a capitalization policy of \$1,000. Depreciation and amortization is recorded on a straight-line basis over the estimated useful lives of the assets, which are 5 years for equipment and vehicle, 7 years for fixtures, and 25 years for building and improvement.

When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is reflected in the current period.

Construction-in-progress

Construction-in-progress is recorded at cost and includes construction cost as well as capitalization of real estate taxes, insurance and interest. Depreciation is recorded when construction is substantially complete and the asset is placed into service.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 2 - Summary of Significant Accounting Policies (cont'd)

Impairment of assets

The Center accounts for its investment in Prestige Health Choice and Property and equipment under the FASB ASC 360-10-50-2 (formerly Statements of Financial Accounting Standards ("SFAS") No. 144) "Accounting for the Impairment or Disposal of Long Lived Assets" which requires the Center to write down to fair market value long term assets that have been impaired. The amount of the impairment loss is the amount by which the carrying value exceeds the fair market value of the property. The Center did not recognize an impairment loss for the years ended January 31, 2014 and 2013.

Government securities – designated reserve

Government securities – designated reserve consist of investments in government securities which are recorded at fair market value. These securities are restricted for funding future Center's development.

Compensated absences

The Center's policies provide for granting of a specific number of days of vacation and sick leave with pay or paid time off (PTO). In addition, these policies provide for paying an employee for unused vacation and holiday upon termination. Compensated absences are accrued when earned.

Refundable advances

The Center's policy is to record restricted or unearned grant awards as refundable advances until expended or earned for the purpose of the grant, at which time it becomes unconditional and is recognized as revenue.

Reclassifications

Certain amounts in the accompanying 2013 financial statements may have been reclassified to conform to the 2014 presentation.

Contributions

In accordance with FASB ASC 958, Not-for-Profit Entities, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as "satisfaction of donor imposed restrictions".

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 2 - Summary of Significant Accounting Policies (cont'd)

Grants and contracts revenue

Revenue from government grants and contracts designated for use in specific activities is recognized in the period when expenditures have been incurred in compliance with the grantor's restrictions. Grants and contracts awarded for the acquisition of long-lived assets are reported as unrestricted non-operating revenue, in the absence of donor stipulations to the contrary, during the fiscal year in which the assets are acquired. Cash received in excess of revenue recognized is recorded as refundable advances.

Patient services revenue

Patient services revenue is reported at the estimated net realizable amounts from patients, third-party payors and others for services rendered. Self-pay revenue is recorded at published charges with charitable allowances deducted to arrive at net self-pay revenue. All other patient services revenue is recorded at published charges with contractual allowances deducted to arrive at patient services, net.

Net patient services revenue from the Medicaid and Medicare programs accounted for approximately 67% and 8% and 71% and 10%, respectively, of the Center's patient services revenue for the years ended January 31, 2014 and 2013, respectively. Laws and regulations governing the Medicaid and Medicare programs are complex and subject to interpretation. The Center believes that it is in compliance with all applicable laws and regulations and is not aware of any pending or threatened investigations involving allegations of potential wrongdoing. While no such regulatory inquiries have been made, compliance with such laws and regulations can be subject to future government review and interpretation, as well as significant regulatory action including fines, penalties, and exclusion from the Medicaid and Medicare programs.

Income taxes

The Center has been granted an exemption from income taxes under Internal Revenue Code Section 501(c)(3) as a nonprofit organization and is classified as a public charity. Accordingly, income tax expense is limited to activities that are deemed by the Internal Revenue Service to be unrelated to their exempt purposes.

No provision for income taxes has been reflected in the accompanying financial statements. There was no unrelated business income for fiscal years ended January 31, 2014 and 2013.

The Center's federal exempt organization tax returns for the years ended January 31, 2013, 2012, and 2011 are subject to examination by the Internal Revenue Service, generally for three years after they are filed.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 2 - Summary of Significant Accounting Policies (cont'd)

Allocation of administrative and indirect costs

Directly identifiable expenses are charged to programs and supporting services. Management and general administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support of the Center. Such expenses are allocated on the basis of occupancy of square footage. Depreciation is allocated on the basis of usage of the related property and equipment.

Date of management's evaluation

Management has evaluated subsequent events through June 3, 2014, the date on which the financial statements were available to be issued. No subsequent events were identified that required adjustment to or disclosure within the financial statements.

Note 3 - Cash Restricted

Restricted cash was approximately \$4,542,000 and \$1,463,000 for the years ended January 31, 2014 and 2013, respectively. This account is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The amount consists of proceeds received in advance and escrow deposit for debt covenant.

Note 4 - Patient Services Receivable, Net

Patient services receivable, net, consist of the following at January 31:

	<u>2014</u>	<u>2013</u>
Medicaid	\$ 758,749	\$ 1,152,634
Medicare	27,326	62,631
Other third-party payors	36,986	48,553
Self-pay	<u>211,607</u>	<u>143,585</u>
Subtotal	1,034,668	1,407,403
Less: allowance for doubtful accounts and contractual allowance	<u>(413,316)</u>	<u>(206,287)</u>
Total patient services receivable, net	<u>\$ 621,352</u>	<u>\$ 1,201,116</u>

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 5 - Other Grants and Contracts Receivable

Other grants and contracts receivable consist of the following for the year ended January 31:

	<u>2014</u>	<u>2013</u>
Federal Program:		
Department of Health and Human Services (DHHS):		
Early Intervention HIV Services (Ryan White Part C)	\$ 156,818	\$ 26,437
Section 330	50,925	-
Minority AIDS Research Initiative	77,500	-
State of Florida:		
Department of Health and Rehabilitative Services:		
Alcohol, Drug Abuse and Mental Health Services	164,670	103,224
Healthy Start	56,280	163,979
Closing the GAP	4,006	8,530
African American Testing Initiative	12,100	12,230
Metro Dade County:		
Ryan White Part A	60,414	2,502
Health Choice Network:		
Children's Trust – Health Connect in Our Schools	104,811	211,548
Other:		
Children's Trust – Health Connect	37,338	35,432
Health Foundation of South Florida – Oral Health	-	38,000
Walgreens Pharmacy 340B	56,765	-
Other (Project Screen, Urban League, etc.)	202,007	35,513
Total Other Grants and Contracts Receivable	<u>\$ 983,634</u>	<u>\$ 637,395</u>

Note 6 - Mortgage Receivable

During the year ended January 31, 2001, the Center sold a building for \$600,000. Under the terms of the mortgage, the loan is receivable in 120 monthly installments of \$13,347, including interest at 6% per annum. The outstanding balance as of January 31, 2014 and 2013 was \$13,344.

Note 7 - Construction-in- Progress

Construction-in-progress relating to the Center's capital improvement projects amounted to approximately \$27,000 and \$14,000 for the years ended January 31, 2014 and 2013, respectively. The facility was completed in October 2011.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 8 - Property and Equipment, Net

Property and equipment, net, consists of the following at January 31:

	<u>2014</u>	<u>2013</u>
Land	\$ 186,528	\$ 186,528
Buildings and improvements	14,521,020	14,467,485
Furniture and fixtures	943,673	847,798
Movable equipment	1,965,791	1,813,915
Vehicle	<u>68,519</u>	<u>68,519</u>
	17,685,531	17,384,245
Less accumulated depreciation and amortization	<u>(7,898,103)</u>	<u>(7,186,111)</u>
	<u>\$ 9,787,428</u>	<u>\$ 10,198,134</u>

Depreciation and amortization expense was approximately \$712,000 and \$690,000 for the years ended January 31, 2014 and 2013, respectively.

Note 9 - Investments

The Center has 18,214 Class A shares in Prestige Health Choice, LLC, which valued \$180,030 at January 31, 2014 and 2013.

Additionally, the Center has a member interest in the for-profit limited liability company, Health Choice Care, LLC ("HCC"). HCC commenced operations in 2013. HCC is an Accountable Care Organization ("ACO") that has been authorized by the state of Florida and is jointly owned by Health Choice Network of Florida, Inc. The Center has purchased an interest in HCC in order to be eligible to participate in the ACO. The Center has accounted for its investment in HCC under the cost method of accounting. Under this method, the Center's share of earnings or losses of HCC is not included in the statement of operations and changes in net assets. The Center's investment in HCC as of January 31, 2014 was \$200,000.

Investments at cost were approximately \$380,030 and \$180,030 for the years ended January 31, 2014 and 2013, respectively.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 10 - Fair Value Measurements

The Center utilizes fair value measurements to record certain assets and to determine fair value disclosures. In accordance with FASB ASC Topic 820, "Fair Value Measurements," fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is best determined based upon quoted market prices. In cases where quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. Accordingly, the fair value estimates may not be realized in an immediate settlement of the instrument.

ASC Topic 820 establishes a three-tier fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value, as follows:

Level 1—Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Center has the ability to access.

Level 2—Significant other observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities in active markets, quoted prices in markets that are not active and other inputs that are observable or can be corroborated by observable market data.

Level 3—Significant unobservable inputs that reflect an entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

The categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 10 - Fair Value Measurements (cont'd)

The following table sets forth by level, within the fair value hierarchy, the Center's assets at fair value as of January 31:

2014

<u>Description</u>	<u>Fair Value</u>	<u>Fair Value Measurements Using:</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Prestige Health Choice	\$ 180,030	\$ -	\$ -	\$ 180,030
Health Choice Care	200,000	-	-	200,000
Government Securities	<u>708,203</u>	<u>708,203</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,088,233</u>	<u>\$ 708,203</u>	<u>\$ -</u>	<u>\$ 380,030</u>

2013

<u>Description</u>	<u>Fair Value</u>	<u>Fair Value Measurements Using:</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Prestige Health Choice units	\$ 180,030	\$ -	\$ -	\$ 180,030
Government Securities	<u>699,977</u>	<u>699,977</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 880,007</u>	<u>\$ 699,977</u>	<u>\$ -</u>	<u>\$ 180,030</u>

Note 11 - Line of Credit

The Center executed a secured revolving line of credit with a financial institution in the amount of \$500,000, with a maturity date of June 30, 2014. This agreement requires monthly interest payments at the prime rate plus 1%. As of January 31, 2014 and 2013, the interest rate was 4.50% and 4.56%, respectively. The line of credit is secured by patient services and contracts receivable, equipment, furniture and fixtures not restricted by contractual agreement with grant sources.

The unspent balance as of January 31, 2014 and 2013 was approximately \$500,000 and \$500,000, respectively.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 12 - Refundable Advances

Refundable advances consist of the following at January 31:

	<u>2014</u>	<u>2013</u>
HSFS – Enhanced Senior Fitness/ Get In Control Grant	\$ 15,027	\$ 7,911
Low Income Pool Capital Grant-Norland Site	3,075,467	-
Other	<u>192,439</u>	<u>21,695</u>
	<u>\$ 3,282,933</u>	<u>\$ 29,606</u>

Note 13 - Long-term Debt

Long-term debt consists of the following at January 31:

	<u>2014</u>	<u>2013</u>
Mortgage payable - \$4,600,000 face amount, due June 30, 2020, payable in 96 monthly installments including interest of LIBOR plus 2.98% (no less than 3.50%) to begin once construction has been completed. The mortgage is secured by the land and building owned by the Center.	\$ 2,760,000	\$ 2,880,000
Note payable - \$113,906 face amount, due October 15, 2015, amortized in 36 monthly installments of \$3,432, starting November 16, 2012, including interest at 5.35% per year. The note is unsecured and is to pay Center's allocated portion of the Intergy Upgrade over three years to Health Choice Network.	68,651	105,095
Mortgage payable - \$120,000 face amount, due October 1, 2013, amortized in 24 monthly installments of \$5,000, starting November 1, 2011, including interest at 0.00% per year. The note is secured by the interest purchased in Prestige Health Choice by the Center.	<u>-</u>	<u>2,850</u>
	2,828,651	2,987,945
Less: current maturities	<u>(158,442)</u>	<u>(159,294)</u>
Long-term portion	<u>\$ 2,670,209</u>	<u>\$ 2,828,651</u>

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 13 - Long-term Debt (cont'd)

The aggregate amount of principal payments on long-term debt during the years is as follows:

<u>Year ending January 31,</u>	
2015	\$ 158,442
2016	150,209
2017	120,000
2018	120,000
Thereafter	<u>2,280,000</u>
	<u>\$ 2,828,651</u>

Note 14 - Temporarily Restricted Net Assets - Board Designated Reserve

The Board of Directors has designated certain investments as board designated reserves. These investments are held in separate accounts with a financial institution.

Board designations do not meet the criteria for being classified as permanently restricted net assets. Board designations are not donor-imposed restrictions and are subject to change at the Board's discretion.

Note 15 - DHHS Grant Revenue

DHHS Grant Revenue consists of the following for the years ended January 31:

<u>Grant Number</u>	<u>Grant Period</u>	<u>Total Grant</u>	2014	2013
			<u>Unrestricted Revenue Recognized</u>	<u>Unrestricted Revenue Recognized</u>
5H76HA00097-19-03	7/01/11 - 6/30/12	950,929	\$ -	\$ 362,946
5H76HA00097-20-00	7/01/12 - 6/30/13	775,929	325,120	436,050
5H76HA00097-21-00	7/01/13 - 4/30/14	614,277	463,960	-
6H80 CS 00732-11-08	2/01/12 - 1/31/13	7,565,923	-	7,472,923
6H80 CS 00732-12-06	2/01/13 - 1/31/14	7,609,000	7,609,000	-
6H80 CS 00732-12-12	7/01/13 - 6/30/14	265,635	145,918	-
1H8B CS 11713-01-01	7/01/12 - 6/30/13	175,000	<u>38,901</u>	<u>-</u>
Total			<u>\$ 8,582,899</u>	<u>\$ 8,271,919</u>

The Center has agreements with third-party payers that provide for reimbursement to the programs at amounts different from its established rates.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 15 - DHHS Grant Revenue (cont'd)

Medicare - Under Part B of the Medicare program, the Center is reimbursed 80% of cost for covered services. The Medicare patient is responsible for 20% co-insurance for covered services.

Medicaid - the Medicaid program operated by the State of Florida Agency for Health Care Administration (AHCA) provides reimbursements for certain outpatient services rendered to beneficiaries of the program based upon a reimbursable cost rate.

The Center has also entered into payment agreements with certain commercial insurance carriers, Health Maintenance Organizations (HMO) and preferred provider organizations. The basis for payments to the Center under these agreements includes prospectively determined rates per discharge, discounts from established charges and prospectively determined daily rates.

Note 16 - Patient Services Revenue, Net

Patient services revenue, net, consists of the following for the years ended January 31:

2014

<u>Description</u>	<u>Gross Charges</u>	<u>Charitable and Contractual Allowances</u>	<u>Net Revenue</u>
Medicaid	\$ 5,565,461	\$ 2,661,366	\$ 2,904,094
Medicare	338,672	45,538	293,134
Self-pay	6,547,894	4,828,180	1,719,713
Other third-party payors	236,717	63,100	173,617
Managed care plans	<u>2,409,155</u>	<u>-</u>	<u>2,409,155</u>
Total	<u>\$ 15,097,898</u>	<u>\$ 7,598,184</u>	<u>\$ 7,499,714</u>

2013

<u>Description</u>	<u>Gross Charges</u>	<u>Charitable and Contractual Allowances</u>	<u>Net Revenue</u>
Medicaid	\$ 5,047,299	\$ 2,196,914	\$ 2,850,385
Medicare	417,859	10,876	406,983
Self-pay	7,061,932	5,194,877	1,867,055
Other third-party payors	319,069	83,367	235,702
Managed care plans	<u>2,816,000</u>	<u>-</u>	<u>2,816,000</u>
Total	<u>\$ 15,662,159</u>	<u>\$ 7,486,034</u>	<u>\$ 8,176,125</u>

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 17 - Other Grants and Contracts

Other grants and contracts consist of the following for the years ended January 31:

	<u>2014</u>	<u>2013</u>
State of Florida:		
Department of Health and Rehabilitative Services:		
Healthy Start Coalition	\$ 372,361	\$ 463,903
Closing the Gap	46,408	56,221
South Florida Provider Coalition	1,418,639	1,191,699
African American Testing Initiative	72,400	74,730
Project Screen (Breast & Cervical)	26,066	28,753
STD	-	3,212
Food Stamp Program	30,528	15,750
Miami-Dade County, Florida:		
Department of Health - Ryan White Title I	176,765	179,104
School Board of Dade County – COPE North	-	90,000
Health Choice Network:		
Health Connect in Our Schools	1,462,483	1,439,473
GE Diabetes Grant	50,003	66,667
Other:		
Children's Trust (Health Navigator)	229,051	232,664
Health Foundation of South Florida (Oral Health)	-	380,000
Other (HFSF, NSU, etc.)	<u>303,053</u>	<u>106,987</u>
Total other grants and contracts	<u>\$ 4,187,757</u>	<u>\$ 4,329,163</u>

Note 18 - Pension Plan

The Center has a defined contribution pension plan (401K) covering substantially all employees who meet certain eligibility requirements. The amount contributed to the plan is a fixed percentage of the participants' compensation. Pension expense amounted to approximately \$209,000 and \$223,000 for the years ended January 31, 2014 and 2013, respectively.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 19 - Transactions with Health Choice Network, Inc.

The Center is a member of Health Choice Network, Inc. (Network), a consortium of Community Health Centers organized to improve the quality and quantity of health care services to the medically underserved. The Center has a contract to provide health care services to patients enrolled in the Health Maintenance Organization (HMO) plan. As a result of the patients being enrolled in the HMO, the Center recognized revenue of approximately \$596,000 and \$515,000 for capitation and shared risk distribution payments for the years ended January 31, 2014 and 2013, respectively.

In addition, the Center was a recipient of grants that were passed through the Network. Those grants were related to prevention and early detection of cancer as well as prevention and increase awareness of diabetes among the uninsured and underserved population. The total amount of revenue recognized in connection with those grants totaled approximately \$1,512,000 and \$1,506,000 for the years ended January 31, 2014 and 2013, respectively.

As a result of being a member of Health Choice Network, Inc., the Center paid approximately \$955,000 and \$766,000 to Health Choice Network, Inc. for fiscal integrated services, fiscal MIS services, centralized billing, communication and other miscellaneous costs for the years ended January 31, 2014 and 2013, respectively.

Note 20 - Lease Commitments

The Center leased various facilities, including the new Miami Gardens facility. Rent expense for the years ended January 31, 2014 and 2013 was approximately \$384,000 and \$297,000, respectively. The facilities and various equipment are under non-cancelable operating leases requiring figure minimum payments as follows:

<u>Year ending January 31,</u>	
2015	\$ 315,000
2016	325,000
2017	334,000
2018	344,000
Thereafter	<u>344,000</u>
	<u><u>\$ 1,662,000</u></u>

Five facility leases are adjusted annually based on the consumer price index.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013

Note 21 - Contingencies

The Center has contracted with various funding agencies to perform certain healthcare services, and receives Medicaid and Medicare revenue from the state and federal governments. Reimbursements received under these contracts and payments under Medicaid and Medicare are subject to audit by federal and state governments and other agencies. Upon audit, if discrepancies are discovered the Center could be held responsible for reimbursing the agencies for the amounts in question.

The Center maintains its medical malpractice coverage under the Federal Tort Claims Act ("FTCA"). FTCA provides malpractice coverage to eligible PBS-supported programs and applies to the Center and its employees while providing services within the scope of employment, included under grant-related activities. The Attorney General, through the U.S. Department of Justice has the responsibility for the defense of the individual and/or grantee for malpractice cases approved for FTCA coverage. The Center maintains gap insurance for programs not Covered by FTCA.

The Center receives a significant portion of its funding from federal, state and local grants. A significant reduction in the level of this funding, if this were to occur, would have an effect on the Center's ability to carry out its programs and activities.

Costs reflected in the accompanying financial statements relating to government funded programs are subject to audit by the grantors. The possible disallowance by the grantor of any item charged to the program cannot be determined at this time. No provision for any liability that may result has been made in the financial statements.

The Center is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Center's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the Center.

Note 22 - Subsequent Event

Subsequent events that have been evaluated through June 3, 2014, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SUPPLEMENTAL SCHEDULES
FOR THE YEARS ENDED JANUARY 31, 2014 AND 2013

JESSIE TRICE COMMUNITY HEALTH CENTERS, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JANUARY 31, 2014

Description	Program Services						Supporting Services		
	Medical Services	Dental Services	Health Resources Services Admin.	Health & Rehab Services Substance Abuse Program	Community Promotion	Other		Total Program Services	General & Admin
Salaries	\$ 7,795,854	\$ 873,461	\$ 697,966	\$ 888,432	\$ 250,387	\$ 153,448	\$10,659,548	\$ 2,009,640	\$ 12,669,188
Fringe benefits	1,434,818	159,504	133,538	181,161	52,851	27,906	1,989,778	292,955	2,282,733
Healthcare consultants	257,539	23,718	128,063	1,158	-	18	410,496	-	410,496
Consultants and professional fees	475,314	50,751	85,380	202,815	48,969	8,141	871,370	757,344	1,628,714
Consumable supplies	287,261	97,542	13,958	25,443	9,985	55	434,244	38,282	472,526
Pharmacy	144,135	-	8,912	-	-	2,117	155,164	-	155,164
Occupancy	959,514	28,736	2,619	51,409	-	1,641	1,043,919	73,348	1,117,267
Insurance	26,129	-	-	-	2,961	-	29,090	149,317	178,407
Repairs and maintenance	272,308	20,721	7,357	43,958	1,662	5,113	351,119	72,107	423,226
Telephone	138,827	2,461	3,466	22,109	7,077	1,198	175,138	93,788	268,926
Travel, conferences and meetings	32,527	5,295	4,804	3,060	1,464	574	47,724	80,820	128,544
Staff training	19,862	3,482	2,876	930	-	1,950	29,100	127,341	156,441
Dues and subscriptions	17,414	408	95	3,242	-	868	22,027	67,722	89,749
Printing, publications, and postage	48,854	1,168	534	1,402	1,686	416	54,060	40,968	95,028
Interest	791	-	-	-	-	-	791	155,244	156,035
Provision for bad debts	404,551	22,587	-	9,234	-	14,790	451,162	552	451,714
Miscellaneous	28,040	120	380	997	-	75	29,612	56,055	85,667
Total - operating expense	12,343,738	1,289,954	1,089,948	1,435,350	377,042	218,310	16,754,342	4,015,483	20,769,825
Depreciation and amortization	318,415	131,443	-	13,722	215	397	464,192	247,799	711,991
Total functional expenses	\$12,662,153	\$1,421,397	\$1,089,948	\$1,449,072	\$ 377,257	\$ 218,707	\$17,218,534	\$ 4,263,282	\$ 21,481,816

JESSIE TRICE COMMUNITY HEALTH CENTERS, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JANUARY 31, 2013

Description	Program Services						Supporting Services		
	Medical Services	Dental Services	Health Resources	Health & Rehab Services	Substance Abuse Program	Community Promotion			
			Admin. HIV Health Services						
Salaries	\$ 7,377,577	\$ 832,391	\$ 709,033	\$ 848,790	\$ 257,279	\$ 139,269	\$ 10,164,339	\$ 1,903,086	\$ 12,067,425
Fringe benefits	1,318,807	142,541	129,003	174,368	49,470	23,616	1,837,805	289,452	2,127,257
Healthcare consultants	226,038	10,824	118,910	2,100	-	-	357,872	-	357,872
Consultants and professional fees	535,095	40,886	81,382	199,826	49,953	6,735	913,877	718,839	1,632,716
Consumable supplies	389,192	105,072	17,378	36,761	10,527	480	559,410	34,318	593,728
Pharmacy	47,169	1,153	21,502	272	-	295	70,391	-	70,391
Occupancy	855,726	29,161	2,410	52,779	-	2,045	942,121	75,019	1,017,140
Insurance	28,536	-	-	-	3,279	-	31,815	149,718	181,533
Repairs and maintenance	272,381	21,230	11,800	38,916	4,776	2,680	351,783	76,571	428,354
Telephone	107,877	3,567	4,607	23,423	7,159	11,414	158,047	97,041	255,088
Travel, conferences and meetings	31,541	7,122	3,088	5,670	1,697	-	49,118	54,817	103,935
Staff training	20,087	2,216	382	4,628	1,758	115	29,186	57,452	86,638
Dues and subscriptions	9,332	293	388	2,865	-	80	12,958	91,712	104,670
Printing, publications, and postage	32,086	2,405	880	2,954	3,195	300	41,820	22,299	64,119
Interest	-	-	-	-	-	-	-	172,839	172,839
Provision for bad debts	567,339	22,767	11	45,290	-	4,126	639,533	12,125	651,658
Depreciation and amortization	318,143	135,327	-	11,175	-	380	465,025	224,555	689,580
Other	32,547	1,361	1,020	6,395	-	35	41,358	91,043	132,401
Total functional expenses	\$12,169,473	\$ 1,358,316	\$ 1,101,794	\$ 1,456,212	\$ 389,093	\$ 191,570	\$ 16,666,458	\$ 4,070,886	\$ 20,737,344

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.

**REQUIRED SUPPLEMENTAL SCHEDULES FOR
THE DEPARTMENT OF CHILDREN AND FAMILIES**

FOR THE YEARS ENDED JANUARY 31, 2014 AND 2013

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SCHEDULE OF STATE EARNINGS
FOR THE YEAR ENDED JANUARY 31, 2014

1. Total Expenditures	\$ 21,481,823
2. Less: Other State and Federal Funds	(13,781,784)
3. Less: Non-match ADM Funds	(1,339,524)
4. Less: Unallowable Costs Per 65E-14, FAC	(14,062)
5. Less: Unallowable Patient Fees	<u>(2,035,773)</u>
6. Total Allowable Expenditures <i>(Sum of lines 1, 2, 3, 4 and 5)</i>	4,310,680
7. Maximum Available Earnings <i>(Line 6 time 75%)</i>	<u>3,233,010</u>
8. Amount of State Funds Requiring Match <i>(Total amount of contract fund paid by the Department)</i>	<u>(79,107)</u>
9. Amount Due to Department <i>(Subtract line 8 from line 7, If negative, the amount of the difference is due to the Department up to the amount of line 8)</i>	<u><u>\$ 3,153,903</u></u>

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SCHEDULE OF STATE EARNINGS
FOR THE YEAR ENDED JANUARY 31, 2013

1. Total Expenditures	\$ 19,061,150
2. Less: Other State and Federal Funds	(12,915,258)
3. Less: Non-match ADM Funds	(1,043,136)
4. Less: Unallowable Costs Per 65E-14, FAC	(13,049)
5. Less: Unallowable Patient Fees	<u>(1,719,501)</u>
6. Total Allowable Expenditures <i>(Sum of lines 1, 2, 3, 4 and 5)</i>	3,370,206
7. Maximum Available Earnings <i>(Line 6 time 75%)</i>	<u>2,527,654</u>
8. Amount of State Funds Requiring Match <i>(Total amount of contract fund paid by the Department)</i>	<u>(137,511)</u>
9. Amount Due to Department <i>(Subtract line 8 from line 7, If negative, the amount of the difference is due to the Department up to the amount of line 8)</i>	<u><u>\$ 2,390,143</u></u>

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SUBSTANCE ABUSE & MENTAL HEALTH SERVICES
PROGRAM/COST CENTER ACTUAL REVENUE AND EXPENSES SCHEDULE
FOR THE PERIOD FEBRUARY 1, 2013 THROUGH JANUARY 31, 2014

AGENCY: Jessie Trice Community Health Center, Inc.

DATE PREPARED: _____

Part II - Fund Schedule

STATE-DESIGNATED SAMH COST CENTERS																	
SOURCES & REVENUES		STATE SAMH-FUNDED COST CENTERS															
		Combined Programs					Program 1										
		B ₁₋₄	B ₁₋₅	Total for Combined Programs (B ₁₋₄ +B ₁₋₅) C ₁	Outreach B ₂₋₃	Outpatient B ₂₋₃	Day/Night B ₃₋₄	Case Management B ₃₋₅	Assessment B ₄₋₅	Intervention B ₄₋₅	Substance Abuse Prevention/ Intervention B ₄₋₅	Total for Program 1 (B ₂₋₃ +B ₂₋₅) C ₂	Total for State SAMH-Funded Cost Centers (C ₁ +...+C ₄) D	State-Funded SAMH Cost Centers E	Tot. for All State- Designated SAMH Cost Centers (D+E) F	Non-SAMH Cost Center G	Total Funding (F+G) H
IA. TOTAL STATE SAMH FUNDING	RESIDENTIAL II 92%	RESIDENTIAL II 8%															
IB. OTHER GOVT. FUNDING	(1) District funding this contract SFPC																
	(2) From Other Dis/DCF																
IC. ALL OTHER REVENUES	(1) 1st & 2nd Party Payments																
	(2) 3rd Party Payments (except Medicare)																
	(3) Medicare																
	(4) Contributions and Donations																
	(5) Other																
	(6) In-kind																
TOT. ALL OTHER REVENUES =																	
TOTAL PROJECTED FUNDING =																	

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.

SUBSTANCE ABUSE & MENTAL HEALTH SERVICES

PROGRAM/COST CENTER ACTUAL REVENUE AND EXPENSES SCHEDULE

FOR THE PERIOD FEBRUARY 1, 2013 THROUGH JANUARY 31, 2014

STATE-DESIGNATED SAMH COST CENTERS												
SYNTE SAMH-FUNDED COST CENTERS												
EXPENSE CATEGORIES	Combined Programs				Program 1				Total for State SAMH-Funded Cost Centers (C1-C4)			
	RESIDENTIAL II 82% B1A	Total for Program 1 or Combined B1A + B1J	C1	B1A	Daylight B1A	Case Management B1A	Assessment B1A	Intervention B1A	Children Substance Abuse/Prevention / Intervention B1A	Total for Program 1 (B1A + B1J) C1	Total for State SAMH-Funded Cost Centers (C1-C4) D	Total for Non-SAMH-Funded Cost Centers (D-E) F
IIA. PERSONNEL EXPENSES												
(1) Salaries	\$ 393,738.61	\$ 34,728.14	\$ 427,878.75	\$ 28,802.88	\$ -	\$ 59,894.31	\$ -	\$ -	\$ -	\$ 88,498.99	\$ 516,473.74	\$ 371,320.34
(2) Fringe Benefits	\$ 73,887.53	\$ 8,425.87	\$ 80,223.40	\$ 7,655.81	\$ 21,372.85	\$ -	\$ -	\$ -	\$ -	\$ 34,138.69	\$ 114,660.29	\$ 67,339.37
TOTAL PERSONNEL EXPENSES =	\$ 467,626.14	\$ 43,154.01	\$ 508,200.15	\$ 36,458.69	\$ 5,186.13	\$ 81,097.26	\$ -	\$ -	\$ -	\$ 122,637.68	\$ 630,334.03	\$ 438,659.71
IIIB. OTHER EXPENSES												
(1) Building Occupancy	\$ 124,570.49	\$ 10,832.22	\$ 135,402.71	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,563.37	\$ 1,563.37	\$ 136,966.08	\$ 2,751.78
(2) Professional Services	\$ 43,043.03	\$ 3,742.87	\$ 46,785.90	\$ 1,203.29	\$ -	\$ 13,552.41	\$ -	\$ -	\$ -	\$ 14,755.70	\$ 61,541.60	\$ 13,830.23
(3) Travel	\$ 680.84	\$ 59.20	\$ 740.04	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 740.04	\$ 740.04	\$ 2,320.19
(4) Equipment	\$ 8,237.42	\$ 716.30	\$ 8,953.72	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 229.83	\$ 229.83	\$ 9,183.55	\$ -
(5) Food Services	\$ 117,222.85	\$ 10,193.29	\$ 127,416.14	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 127,416.14	\$ 127,416.14	\$ -
(6) Medical/Labs and Pharmacy	\$ 1,065.73	\$ 82.87	\$ 1,148.60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,148.60	\$ 1,148.60	\$ -
(7) Subcontracted Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 85.80	\$ 85.80	\$ 85.80	\$ (0.32)
(8) Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Internet Paid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(10) Operating Supplies & Expenses	\$ 3,733.45	\$ 324.85	\$ 4,058.30	\$ 223.94	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 223.94	\$ 4,282.24	\$ 3,155.48
(11) Other	\$ 11,479.96	\$ 988.26	\$ 12,468.22	\$ -	\$ 212.50	\$ 212.50	\$ -	\$ -	\$ -	\$ 425.00	\$ 12,893.22	\$ 2,578.04
(12) Donated Items	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL OTHER EXPENSES =	\$ 310,033.77	\$ 26,859.48	\$ 336,893.25	\$ 1,428.23	\$ 212.50	\$ 13,764.91	\$ -	\$ -	\$ 1,898.00	\$ 17,260.94	\$ 354,292.87	\$ 24,835.70
TOT. PERSONNEL & OTH. EXP =	\$ 777,659.91	\$ 67,023.47	\$ 845,283.38	\$ 37,784.72	\$ 5,410.63	\$ 94,832.17	\$ -	\$ -	\$ 1,898.00	\$ 139,533.52	\$ 985,276.90	\$ 463,294.41
IIIC. DISTRIBUTED INDIRECT COSTS												
(a) Other Support Costs (Optional)	\$ 254,165.26	\$ 22,013.33	\$ 276,268.59	\$ 12,852.42	\$ 1,768.35	\$ 30,893.93	\$ -	\$ -	\$ 619.87	\$ 45,734.37	\$ 322,000.95	\$ 151,418.18
TOT. DISTRO INDIRECT COSTS =	\$ 254,165.26	\$ 22,013.33	\$ 276,268.59	\$ 12,852.42	\$ 1,768.35	\$ 30,893.93	\$ -	\$ -	\$ 619.87	\$ 45,734.37	\$ 322,000.95	\$ 151,418.18
TOTAL PROJECTED OPER. EXPENSES =	\$ 1,031,835.17	\$ 89,724.80	\$ 1,121,559.97	\$ 50,147.14	\$ 7,178.98	\$ 125,226.10	\$ -	\$ -	\$ 2,515.87	\$ 185,867.89	\$ 1,307,227.85	\$ 1,541,361.29
IIID. UNALLOWABLE COSTS												
(1) Unallowable Costs	\$ 12,868.73	\$ 1,120.59	\$ 14,007.32	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,007.32	\$ 55.00
IIIE. TOTAL SAMH LINES OF CREDIT EQUIVALENT =	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOT. ALLOWABLE PROFIT OPERATING EXP. Excluding SAMH Credit Equivalent =	\$ 1,018,966.44	\$ 88,604.21	\$ 1,107,550.65	\$ 50,147.14	\$ 7,178.98	\$ 125,226.10	\$ -	\$ -	\$ 2,515.87	\$ 185,867.89	\$ 1,293,220.53	\$ 1,541,246.39
IIIF. CAPITAL EXPENDITURES												
IIIG. BUDGET NARRATIVE (attach separate set of worksheets)												

2570 - JESSIE TRICE COMMUNITY HEALTH CENTER, INC. certifies the above to be an accurate projection and in agreement with the terms of this agency's contract with the department.

Signature _____ Title _____ Date _____

**JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SUBSTANCE ABUSE & MENTAL HEALTH SERVICES
PROGRAM/COST CENTER ACTUAL REVENUE AND EXPENSES SCHEDULE
FOR THE PERIOD FEBRUARY 1, 2012 THROUGH JANUARY 31, 2013**

AGENCY: Jessie Trice Community Health Center, Inc.		DATE PREPARED:												
PART I: Audit Schedule														
STATE-DESIGNATED SAMH COST CENTERS														
STATE SAMH-FUNDED COST CENTERS														
Program 1														
Combined Programs														
Program 1														
Program 1														
Program 1														
Program 1														
Program 1														
Program 1														
Program 1														
Program 1														
Program 1														
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JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SUBSTANCE ABUSE & MENTAL HEALTH SERVICES
PROGRAM/COST CENTER ACTUAL REVENUE AND EXPENSES SCHEDULE
FOR THE PERIOD FEBRUARY 1, 2012 THROUGH JANUARY 31, 2013

STATE-DESIGNATED SAMH COST CENTERS																				
STATE SAMH-FUNDED COST CENTERS																				
EXPENSE CATEGORIES	Program 1																			
	Combined Programs										Total for State SAMH-Funded Cost Centers (C1 + C2 + C3 + C4)									
A	B1	B2	B3	B4	B5	B6	B7	B8	B9	C1	C2	C3	C4	D	E	F	G	H	I	J
III. PERSONNEL EXPENSES																				
(1) Salaries	\$ 384,650.42	\$ 429,987.26	\$ 30,641.03	\$ -	\$ 51,658.58	\$ -	\$ -	\$ -	\$ -	\$ 47,736.71	\$ 129,438.32	\$ 556,423.00	\$ 292,385.88	\$ 844,789.89	\$ 9,315,543.41	\$ -	\$ 1,903,088.00	\$ -	\$ -	\$ 12,097,421.00
(2) Fringe Benefits	\$ 68,422.89	\$ 6,787.10	\$ 14,792.38	\$ 4,825.82	\$ 18,017.48	\$ -	\$ -	\$ -	\$ -	\$ 11,949.64	\$ 47,545.30	\$ 122,775.29	\$ 51,593.12	\$ 174,368.41	\$ 1,853,439.59	\$ -	\$ 289,451.00	\$ -	\$ -	\$ 2,127,259.00
TOTAL PERSONNEL EXPENSES *	\$ 453,073.31	\$ 436,774.36	\$ 45,433.42	\$ 4,825.82	\$ 69,676.03	\$ -	\$ -	\$ -	\$ -	\$ 59,686.35	\$ 176,983.62	\$ 679,198.29	\$ 343,979.00	\$ 1,019,158.30	\$ 10,879,983.00	\$ -	\$ 2,192,539.00	\$ -	\$ -	\$ 14,194,590.00
III. OTHER EXPENSES																				
(1) Building Occupancy	\$ 118,880.01	\$ 11,735.80	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,020.18	\$ 6,020.18	\$ 138,415.80	\$ 2,272.22	\$ 138,688.02	\$ 1,698,239.98	\$ -	\$ 453,456.00	\$ -	\$ -	\$ 2,290,384.00
(2) Professional Services	\$ 29,491.06	\$ 2,816.70	\$ 1,322.52	\$ -	\$ 25,889.78	\$ -	\$ -	\$ -	\$ -	\$ 1,874.85	\$ 28,897.15	\$ 61,204.81	\$ 10,171.56	\$ 71,474.47	\$ 181,413.53	\$ -	\$ 1,000.00	\$ -	\$ -	\$ 233,883.00
(3) Travel	\$ 2,893.19	\$ 268.36	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,959.55	\$ 2,710.00	\$ 5,670.15	\$ 42,447.85	\$ -	\$ 54,817.00	\$ -	\$ -	\$ 103,855.00
(4) Equipment	\$ 8,812.01	\$ 871.52	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 272.54	\$ 272.54	\$ 9,956.11	\$ 24.78	\$ 9,980.89	\$ 138,425.11	\$ -	\$ 28,392.00	\$ -	\$ -	\$ 178,778.00
(5) Food Services	\$ 116,693.52	\$ 11,531.23	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 128,124.75	\$ -	\$ 128,124.75	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 128,124.75
(6) Medical/Pharmacy	\$ 2,158.87	\$ 213.52	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 173.84	\$ 173.84	\$ 173.84	\$ 231.15	\$ 404.99	\$ 540,277.26	\$ -	\$ 725,100.00	\$ -	\$ -	\$ 1,267,378.25
(7) Subcontracted Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Interest Paid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(10) Operating Supplies & Expenses	\$ 4,884.53	\$ 484.48	\$ 152.50	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 168.30	\$ 320.80	\$ 5,703.91	\$ 8,249.79	\$ 13,953.70	\$ 483,800.30	\$ -	\$ 148,720.00	\$ -	\$ -	\$ 172,838.00
(11) Other	\$ 4,445.09	\$ 439.71	\$ 225.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,485.00	\$ 4,890.00	\$ 9,579.70	\$ 7,519.34	\$ 17,099.04	\$ 111,718.86	\$ -	\$ 259,878.00	\$ -	\$ -	\$ 381,487.00
(12) Donated Items	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL OTHER EXPENSES *	\$ 287,753.28	\$ 28,459.12	\$ 1,475.02	\$ 225.00	\$ 25,889.78	\$ -	\$ -	\$ -	\$ -	\$ 12,874.78	\$ 40,374.58	\$ 356,588.96	\$ 31,178.44	\$ 387,763.40	\$ 3,837,003.60	\$ -	\$ 1,888,220.00	\$ -	\$ -	\$ 5,890,895.00
TOT. PERSONNEL & OTH. EXP *	\$ 741,726.59	\$ 73,656.08	\$ 46,908.44	\$ 5,650.82	\$ 92,776.81	\$ -	\$ -	\$ -	\$ -	\$ 72,891.11	\$ 217,308.18	\$ 1,036,785.85	\$ 371,135.55	\$ 1,410,821.40	\$ 14,615,987.60	\$ -	\$ 4,058,782.00	\$ -	\$ -	\$ 20,065,875.00
III. DISTRIBUTED INDIRECT COSTS																				
(a) Other Support Costs (Optional)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Administration	\$ 168,801.54	\$ 18,652.90	\$ 11,878.41	\$ 1,278.10	\$ 23,685.18	\$ -	\$ -	\$ -	\$ -	\$ 18,401.18	\$ 56,054.85	\$ 282,302.29	\$ 85,001.82	\$ 357,311.11	\$ 3,701,450.88	\$ -	\$ (4,058,781.00)	\$ -	\$ -	\$ -
TOT. DIST. INDIRECT COSTS *	\$ 168,801.54	\$ 18,652.90	\$ 11,878.41	\$ 1,278.10	\$ 23,685.18	\$ -	\$ -	\$ -	\$ -	\$ 18,401.18	\$ 56,054.85	\$ 282,302.29	\$ 85,001.82	\$ 357,311.11	\$ 3,701,450.88	\$ -	\$ (4,058,781.00)	\$ -	\$ -	\$ -
TOTAL PROJECTED OPER. EXPENSES *	\$ 910,528.13	\$ 92,308.98	\$ 58,786.85	\$ 6,329.92	\$ 116,462.00	\$ -	\$ -	\$ -	\$ -	\$ 91,692.29	\$ 273,453.03	\$ 1,298,088.14	\$ 1,226,408.47	\$ 1,795,232.61	\$ 14,915,987.60	\$ -	\$ 0.00	\$ -	\$ -	\$ 20,065,875.00
III. UNALLOWABLE COSTS																				
(1) Unallowable Costs	\$ 10,778.61	\$ 1,048.24	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 453,834.15	\$ -	\$ -	\$ 682,833.00
III. TOTAL SAMH LINES OF CREDIT EQUIVALENT *	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOT. ALLOWABLE PROJ. OPERATING EXP.	\$ 922,757.52	\$ 91,261.74	\$ 58,778.65	\$ 6,329.92	\$ 116,270.97	\$ -	\$ -	\$ -	\$ -	\$ 91,692.29	\$ 273,453.03	\$ 1,298,079.26	\$ 1,226,408.47	\$ 1,795,232.61	\$ 14,162,153.45	\$ -	\$ -	\$ -	\$ -	\$ 19,382,742.00
III. CAPITAL EXPENDITURES																				
III. BUDGET VARIATION (attach separate set of worksheets)																				
PART III: CERTIFICATION	I certify the above to be an accurate projection and in agreement with the terms of this agency's contract with the department.																			
Signature																				
Date																				

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.

**REPORTS REQUIRED BY THE
OFFICE OF MANAGEMENT AND BUDGET
(OMB) CIRCULAR A-133**

JANUARY 31, 2014

**JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
REPORTS REQUIRED BY OMB CIRCULAR A-133
JANUARY 31, 2014**

TABLE OF CONTENTS

	PAGE(S)
Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards.....	1-2
Independent Auditors' Report On Compliance For Each Major Federal Program And On Internal Control Over Compliance , And Report On The Schedule Of Expenditures Of Federal Awards Required By OMB Circular A-133.....	3-4
Schedule Of Findings And Questioned Costs	5-6
Schedule Of Expenditures Of Federal Awards.....	7-8
Note To The Schedule Of Expenditures Of Federal Awards	9



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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors of
Jessie Trice Community Health Center, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Jessie Trice Community Health Center, Inc. (the "Center") (a nonprofit organization), which comprise the statement of financial position as of January 31, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 3, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Center's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

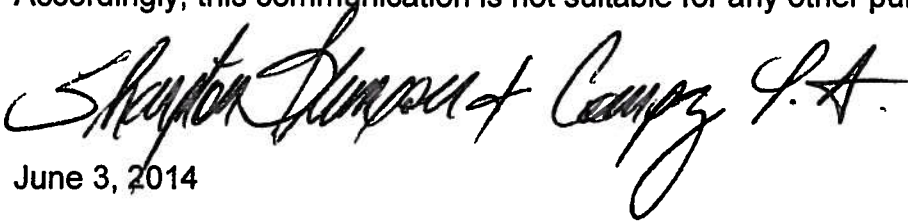
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Center's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



June 3, 2014



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INDEPENDENT AUDITORS REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133

To the Board of Directors of
Jessie Trice Community Health Center, Inc.

Report on Compliance for Each Major Federal Program

We have audited Jessie Trice Community Health Center, Inc. (the "Center") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Center's major federal programs for the year ended January 31, 2014. The Center's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Center's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about the Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Center's compliance.

Opinion on Each Major Federal Program

In our opinion, the Center complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended January 31, 2014.

Report on Internal Control Over Compliance

Management of the Center is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered The Center's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program, and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

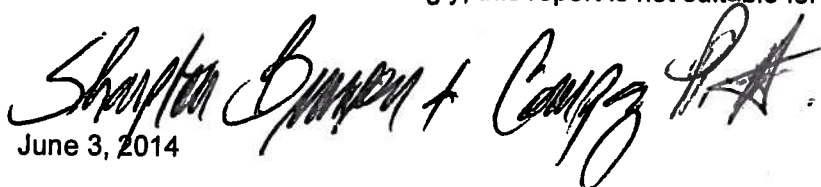
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the Center as of and for the year ended January 31, 2014, and have issued our report thereon dated June 3, 2014, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


June 3, 2014

**JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JANUARY 31, 2014**

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified Opinion

Internal control over financial reporting:

- Significant deficiencies identified? ☐ Yes ☒ No
- Significant deficiencies identified that are considered to be material weaknesses? ☐ Yes ☒ None Reported
- Noncompliance material to financial statements noted? ☐ Yes ☒ No

Federal Program

Internal control over major programs:

- Significant deficiencies identified? ☐ Yes ☒ No
- Significant deficiencies identified that are considered to be material weaknesses? ☐ Yes ☒ None Reported
- Noncompliance material to federal program noted ☐ Yes ☒ No

Type of auditor's report issued on compliance for major programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? ☐ Yes ☒ No

Identification of Major Programs:

CFDA Numbers

Name of Federal Program or Cluster

Health Centers Cluster

93.224	Consolidated Health Center Program
93.527	Affordable Care Act (ACA) Grants for new and expanded Services under the Health Center Program
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance

Dollar threshold used to distinguish between Type A and Type B programs:

\$321,933

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

**JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JANUARY 31, 2014**

Section II – Financial Statements – Current Year Audit Findings

There were no current year audit findings or questioned costs.

Section III – Financial Statements – Prior Year Audit Findings

There were no prior year audit findings or questioned costs.

Section IV – Major Federal Award Program – Current Year Audit Findings

There were no current year findings or questioned costs related to the major federal award program.

Section V - Major Federal Award Program – Prior Year Audit Findings

There were no prior year findings or questioned costs related to the major federal award program.

Section VI – Other Issues

- (a) No management letter is required because there were no findings required to be reported in the management letter;
- (b) No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to Federal programs; and
- (c) No Corrective Action Plan is required because there were no findings required to be reported under the Federal Single Audit Acts.

**JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JANUARY 31, 2014**

<u>Federal Grantor/Pass-through Grantor/Program or Cluster Title</u>	<u>CFDA No.</u>	<u>Grant/ Contract Number</u>	<u>Federal Expenditures</u>
FEDERAL PROGRAMS			
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Direct Programs:			
Health Centers Cluster:			
Consolidated Health Center (Section 330)	93.224	6 H80CS00732-12-06	\$ 7,609,000
Affordable Care Act (ACA) Grants for new and expanded Services under the Health Center Program	93.527	6 H80C00732-12-12	<u>145,918</u>
<i>Total Health Centers Cluster</i>			<u>7,754,918</u>
Grants to provide Outpatient Early Intervention Services with respect to HIV disease	93.918	5 H76HA00097-21-00	325,120
Grants to provide Outpatient Early Intervention Services with respect to HIV disease	93.918	2 H76HA00097-20-00	<u>463,960</u>
<i>Total Grants to provide Outpatient Early Intervention Services with respect to HIV disease</i>			<u>789,080</u>
ARRA – Grants to Health Center Programs	93.703	1 H8BCS11713-01-01	<u>38,901</u>
<i>Total U.S. Department of Health and Human Services direct programs</i>			<u>8,582,899</u>
Pass-through State of Florida Department of Health:			
HIV Prevention Activities Health Department Based	93.940	DEW51	6,060
HIV Prevention Activities Health Department Based	93.940	DEW20	<u>66,340</u>
Total HIV Prevention Activities Health Department Based			<u>72,400</u>
Pass-through Miami – Dade County (Ryan White I):			
HIV Emergency Relief Project Grants	93.914	Yr-23 R-845-12 & R-1072-12	176,765
Pass-through South Florida Behavioral Health Network, Inc.:			
Temporary Assistance for Needy Families	93.558	ME 225 3 07	43,783
Temporary Assistance for Needy Families	93.558	ME 225 4 07	<u>26,650</u>
<i>Total Temporary Assistance for Needy Families</i>			<u>70,433</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	ME 225 3 07	381,794
Block Grants for Prevention and Treatment of Substance Abuse	93.959	ME 225 4 07	<u>535,656</u>
<i>Total Block Grants for Prevention and Treatment of Substance Abuse</i>			<u>917,450</u>

**JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JANUARY 31, 2014**

<u>Federal Grantor/Pass-through Grantor/Program or Cluster Title</u>	<u>CFDA No.</u>	<u>Grant/ Contract Number</u>	<u>Federal Expenditures</u>
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	DEW 13 07	94,613
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	DEV 94 07	<u>336,150</u>
<i>Total Substance Abuse and Mental Health Services Projects of Regional and National Significance</i>			<u>430,763</u>
<i>Pass-through Columbia University:</i>			
HIV Demonstration, Research, Public and Professional Education Projects	93.941	2(GG008276)	77,500
<i>Pass-through Healthy Start Coalition of Miami-Dade:</i>			
Medical Assistance Program	93.778	HSJTC1314	203,066
Maternal and Child Health Services Block Grant to the States	93.994	HSJTC1213	<u>169,295</u>
<i>Total U.S. Department of Health and Human Services</i>			<u>10,700,571</u>
U.S. DEPARTMENT OF AGRICULTURE			
Supplemental Nutrition Assistance Program	10.551	N/A	<u>30,528</u>
<i>Total U.S. Department of Agriculture</i>			<u>30,528</u>
Total Expenditures of Federal Awards			<u><u>\$ 10,731,099</u></u>

JESSIE TRICE COMMUNITY HEALTH CENTER, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JANUARY 31, 2014

General

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of all federal awards programs of the Jessie Trice Community Health Center, Inc. for the year ended January 31, 2014. All federal awards expended from agencies are included in this Schedule.

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activities of the Center and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.